

ND ASSOCIATION OF COUNTIES FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2005

	May-05				April-05				March-05				December-04				September-04				Current FYTD	Prior Year FY04	3 Years Ended 6/30/2004	5 Years Ended 6/30/2004
	Allocation	Actual	Policy	Month Net ROR	Allocation	Actual	Policy	Month Net ROR	Allocation	Actual	Policy	Quarter Net ROR	Allocation	Actual	Policy	Quarter Net ROR	Allocation	Actual	Policy	Quarter Net ROR				
Market Value	Actual	Policy	Month Net ROR	Market Value	Actual	Policy	Month Net ROR	Market Value	Actual	Policy	Quarter Net ROR	Market Value	Actual	Policy	Quarter Net ROR	Market Value	Actual	Policy	Quarter Net ROR	Net	Net	Net	Net	
LARGE CAP DOMESTIC EQUITY																								
Structured Growth																								
Los Angeles Capital	11,444	3.0%	3.0%	4.16%	10,991	3.0%	3.0%	-2.22%	10,863	2.9%	3.0%	-1.11%	9,658	3.0%	3.0%	10.37%	8,922	2.9%	3.0%	-4.14%	6.56%	N/A	N/A	N/A
Total Structured Growth	11,444	3.0%	3.0%	4.16%	10,991	3.0%	3.0%	-2.22%	10,863	2.9%	3.0%	-1.11%	9,658	3.0%	3.0%	10.37%	8,922	2.9%	3.0%	-4.14%	6.56%	17.58%	-6.28%	N/A
Russell 1000 Growth				4.84%				-1.90%				-4.09%				9.17%				-5.23%	2.06%	17.88%	-3.74%	N/A
Structured Value																								
LSV	11,431	3.0%	3.0%	3.83%	11,018	3.0%	3.0%	-2.49%	12,018	3.2%	3.0%	1.62%	10,400	3.2%	3.0%	9.01%	9,730	3.2%	3.0%	3.21%	15.77%	30.56%	9.33%	N/A
Russell 1000 Value				2.41%				-1.79%				0.09%				10.38%				1.54%	12.82%	21.13%	2.96%	N/A
Russell 1000 Enhanced Index																								
LA Capital	22,353	6.0%	6.0%	2.86%	21,742	5.9%	6.0%	-2.50%	22,929	6.2%	6.0%	-1.04%	20,371	6.2%	6.0%	9.28%	19,007	6.0%	6.0%	-1.68%	6.63%	N/A	N/A	N/A
Russell 1000				3.54%				-1.84%				-1.91%				9.80%				-1.81%	7.49%	N/A	N/A	N/A
S&P 500 Enhanced Index																								
Westridge	23,094	6.2%	6.0%	3.21%	22,388	6.1%	6.0%	-1.87%	22,046	5.9%	6.0%	-2.08%	19,795	6.1%	6.0%	9.47%	18,468	6.0%	12.0%	-1.99%	6.39%	N/A	N/A	N/A
S&P 500				3.18%				-1.90%				-2.15%				9.23%				-1.87%	6.17%	N/A	N/A	N/A
Index																								
State Street	6,940			3.19%	6,726			-1.89%	6,627			-2.14%	5,954			9.23%	5,559			-1.88%	6.17%	19.01%	-0.75%	N/A
Total Index	6,940	1.8%	2.0%	3.19%	6,726	1.8%	2.0%	-1.89%	6,627	1.8%	2.0%	-2.14%	5,954	1.8%	2.0%	9.23%	5,559	1.8%	2.0%	-1.88%	6.17%	19.01%	-0.75%	N/A
S&P 500				3.18%				-1.90%				-2.15%				9.23%				-1.87%	6.17%	19.11%	-0.70%	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	75,262	20.1%	20.0%	3.34%	72,866	19.8%	20.0%	-2.22%	74,484	20.0%	20.0%	-1.04%	66,178	20.3%	20.0%	9.45%	61,686	20.1%	20.0%	-1.42%	7.90%	21.46%	0.15%	N/A
S&P 500				3.18%				-1.90%				-2.15%				9.23%				-1.87%	6.17%	19.11%	-0.70%	N/A
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	36,994	9.9%	10.0%	6.72%	34,688	9.4%	10.0%	-5.52%	36,712	9.9%	10.0%	-5.10%	33,708	10.3%	10.0%	14.79%	31,955	10.4%	10.0%	-3.60%	5.89%	32.99%	5.51%	N/A
Russell 2000 + 200bp				6.71%				-5.56%				-4.86%				14.64%				-2.36%	7.32%	35.99%	7.90%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	36,994	9.9%	10.0%	6.72%	34,688	9.4%	10.0%	-5.52%	36,712	9.9%	10.0%	-5.10%	33,708	10.3%	10.0%	14.79%	31,955	10.4%	10.0%	-3.60%	5.89%	32.99%	5.54%	N/A
Russell 2000				6.55%				-5.73%				-5.34%				14.09%				-2.86%	5.38%	33.36%	6.24%	N/A
CONVERTIBLES																								
TCW	35,862	9.6%	10.0%	2.39%	35,066	9.5%	10.0%	-4.02%	36,578	9.8%	10.0%	-4.03%	32,908	10.1%	10.0%	8.41%	30,822	10.0%	10.0%	-4.35%	-2.20%	17.50%	1.03%	N/A
Merrill Lynch All Convertibles				2.57%				-3.30%				-4.67%				5.37%				-1.05%	-1.42%	14.16%	4.89%	N/A
INTERNATIONAL EQUITY																								
Large Cap - Active																								
Capital Guardian	14,624	3.9%	4.0%	2.58%	14,231	3.9%	4.0%	-2.85%	14,650	3.9%	4.0%	0.96%	13,031	4.0%	4.0%	10.01%	24,445	7.9%	8.0%	-1.77%	8.74%	25.36%	-0.39%	N/A
LSV	14,727	3.9%	4.0%	1.90%	14,466	3.9%	4.0%	-3.05%	15,174	4.1%	4.0%	3.73%	13,117	4.0%	4.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Transition Account	0	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A	(4)	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Large Cap - Active	29,351	7.8%	8.0%	2.24%	28,698	7.8%	8.0%	-2.95%	29,824	8.0%	8.0%	2.35%	26,144	8.0%	8.0%	10.59%	24,445	7.9%	8.0%	-1.77%	10.33%	25.36%	-0.39%	N/A
MSCI EAFE - 50% Hedged				2.10%				-2.47%				1.71%				11.11%				-0.72%	11.72%	26.98%	-1.27%	N/A
Small Cap - Value																								
Lazard	3,655	1.0%	1.0%	-1.00%	3,693	1.0%	1.0%	-3.00%	3,664	1.0%	1.0%	3.09%	3,676	1.1%	1.0%	16.08%	3,284	1.1%	1.0%	0.30%	15.26%	43.71%	N/A	N/A
Citigroup Broad Market Index < \$2BN				-0.10%				-2.20%				4.58%				16.82%				-0.82%	18.37%	47.95%	N/A	N/A
Small Cap - Growth																								
Vanguard	3,627	1.0%	1.0%	0.36%	3,614	1.0%	1.0%	-2.02%	3,550	1.0%	1.0%	2.92%	3,579	1.1%	1.0%	18.98%	3,120	1.0%	1.0%	0.42%	20.91%	44.67%	N/A	N/A
Citigroup Broad Market Index < \$2BN				-0.10%				-2.20%				4.58%				16.82%				-0.82%	18.37%	47.95%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	36,632	9.8%	10.0%	1.70%	36,005	9.8%	10.0%	-2.88%	37,037	10.0%	10.0%	2.47%	33,399	10.2%	10.0%	12.56%	30,850	10.0%	10.0%	-1.32%	12.41%	29.28%	1.04%	N/A
MSCI EAFE - 50% Hedged				2.10%				-2.47%				1.71%				11.11%				-0.72%	11.72%	26.98%	-1.27%	N/A
DOMESTIC FIXED INCOME																								
Core Bond																								
Western Asset	62,469	16.6%	15.0%	0.97%	61,916	16.8%	15.0%	1.12%	62,109	16.7%	15.0%	-0.84%	51,290	15.7%	15.0%	1.34%	48,621	15.8%	15.0%	3.52%	6.22%	2.42%	7.77%	N/A
Lehman Aggregate				1.08%				1.35%				0.96%				0.94%				3.20%	6.22%	0.32%	6.35%	N/A
Index																								
Bank of ND	76,294	20.3%	22.5%	0.82%	75,602	20.6%	22.5%	1.16%	73,373	19.7%	22.5%	-0.78%	64,671	19.8%	22.5%	0.40%	61,187	19.9%	22.5%	2.54%	4.16%	0.07%	7.10%	N/A
Lehman Intermediate Gov/Credit (1)				0.90%				1.14%				-0.87%				0.44%				2.71%	4.36%	-0.05%	6.97%	N/A
BBB Average Quality																								
Wells Capital (formerly Strong)	32,893	8.8%	7.5%	1.65%	32,490	8.8%	7.5%	1.22%	32,574	8.8%	7.5%	-1.15%	28,849	8.8%	7.5%	2.30%	27,259	8.9%	7.5%	4.51%	8.75%	1.18%	N/A	N/A
Lehman US Credit BAA				1.67%				0.94%				-1.57%				1.69%				4.76%	7.61%	1.96%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	171,656	45.7%	45.0%	1.03%	170,008	46.3%	45.0%	1.16%	168,056	45.2%	45.0%	-0.83%	144,810	44.4%	45.0%	1.11%	137,067	44.6%	45.0%	3.27%	5.78%	0.79%	7.00%	N/A
Lehman Gov/Credit				1.25%				1.50%				-0.67%				0.80%				3.56%	6.56%	-0.72%	6.73%	N/A
CASH EQUIVALENTS																								
Bank of ND	18,951	5.0%	5.0%	0.26%	18,907	5.1%	5.0%	0.25%	18,860	5.1%	5.0%	0.69%	15,307	4.7%	5.0%	0.53%	15,247	5.0%	5.0%	0.44%	2.19%	1.20%	1.72%	N/A
90 Day T-Bill				0.27%				0.22%				0.57%				0.48%				0.37%	1.92%	0.98%	1.71%	N/A
TOTAL NDACo FUND	375,358	100.0%	100.0%	2.18%	367,539	100.0%	100.0%	-1.14%	371,725	100.0%	100.0%	-1.23%	326,311	100.0%	100.0%	5.78%	307,626	100.0%	100.0%	0.20%	5.75%	12.43%	4.55%	4.70%
POLICY TARGET BENCHMARK				2.34%				-0.84%				-1.53%				5.24%				0.80%	6.00%	10.55%	4.44%	4.41%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.